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CONFIDENTIAL FINANCIAL INFORMATION-SUBJECT TO PROTECTIVE ORDER IN WC DOCKET NOS. 10-90, 07-135, 05-337, 03-109, 14-58, CC DOCKET NO. 01-92, 96-45, GN DOCKET NO. 09-51, WT DOCKET NO. 10-208, BEFORE THE FEDERAL COMMUNICATIONS COMMISSION

June 26, 2015

Marlene H. Dortch, Secretary
Federal Communications Commission
Office of the Secretary
445 12th Street, SW
Washington, DC 20554

Received & Inspected

JUN 30 2015

FCC Mailroom

**Re: WC Docket No. 14-58
2015 ETC Annual Report of Viola Home Telephone Company (SAC 341087)**

Dear Ms. Dortch:

On behalf of **Viola Home Telephone Company**, Kiesling Associates LLP files the attached confidential and redacted versions of the FCC Form 481 ETC annual reporting information pursuant to sections 54.313 and 54.422 of the Commission's rules.¹ **Viola Home Telephone Company** seeks confidential treatment under Protective Order for section 54.313(f)(2) financial information.² The redacted version is also being filed this date via the FCC's Electronic Comment Filing System. In addition, an attached letter requests confidential treatment under Sections 0.457 and 0.459 of the initial section 54.202(a) Five-Year Service Quality Improvement Plan as required by Section 54.313(a)(1).³

Please direct any questions about this filing to the undersigned at 608-664-9110 or rabrams@kiesling.com.

Sincerely,

KIESLING ASSOCIATES LLP

Robert R. Abrams
Senior Telecommunications Consultant

cc: Charles Tyler, Telecommunications Access Policy Division (two copies, confidential)
Office of the Chief Clerk, Illinois Commerce Commission

¹ 47 C.F.R. §§ 54.313, 54.422.

² *Connect America Fund et al.*, WC Docket No. 10-90 *et al.*, Protective Order, DA 12-1857 rel. Nov. 16, 2012 (Protective Order). 47 C.F.R. § 54.313(f)(2).

³ 47 C.F.R. §§ 0.457, 0.459, 54.313(a)(1).

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FEDERAL COMMUNICATIONS COMMISSION

June 26, 2015

Marlene H. Dortch, Secretary
Federal Communications Commission
Office of the Secretary
445 12th Street, SW
Washington, DC 20554

**Re: WC Docket 14-58
2015 ETC Annual Report of Viola Home Telephone Company (SAC 341087)
Request for Confidentiality**

Dear Ms. Dortch:

On behalf of **Viola Home Telephone Company** (the "Company"), Kiesling associates LLP hereby requests withholding from public inspection certain information contained in an attachment to the above referenced reporting requirement, pursuant to Sections 0.457 and 0.459 of the Commission's rules.¹ The Company provides the following in support of its request, numbered consistent with the subparagraphs of Section 0.459(b).²

1. The information for which the Company is seeking confidential treatment is the attachment at Line 112 of the Company's annual reporting information in FCC Form 481, pursuant to Sections 54.313 and 54.422 of the Commission's rules ("Report").³
2. Pursuant to Section 54.313(a)(1), Rate-of-Return Eligible Telecommunications Carriers ("ETCs") must file with the Commission a Progress Report on its Five-Year Service Quality Improvement Plan ("Progress Report") which is contained in the attachment to the 2015 Report.⁴
3. The information contained in attachment for which the Company seeks the withholding from public inspection is the entirety of data pertaining to the Company's Five-Year Plan, as provided at FCC Form 481 Line 112 attachment. Information of this nature is confidential commercial information routinely withheld from public inspection.
4. With respect to identifying the degree to which the subject attachment concerns a service that is subject to competition, the information is of a financial and competitive nature regarding the provision of telecommunications services. The Line 112 attachment contains competitively sensitive information related to proposed improvements or upgrades and maintenance the Company's network.

¹ 47 C.F.R. §§ 0.457, 0.459.

² 47 C.F.R. § 0.459(b)(1) through (9).

³ 47 C.F.R. §§ 54.313, 54.422.

⁴ 47 C.F.R. §§ 54.313(a)(1).

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In its *March 5, 2013 Order*, the FCC specified that for rate-of-return carriers, the five-year plans “should describe the carrier’s network improvement plan, which should provide greater visibility into current plans to extend broadband service to unserved locations in rate-of-return service territories.”⁵ The Company is a rate-of-return carrier filing its five-year service improvement plan which contains proprietary, competitively sensitive information related to the Company’s existing network including the specific locations of customers as well as describe proposed improvements or upgrades and maintenance of its network throughout its service area. Specifically, this information sets forth services provided by the Company over its existing network including specific locations of customers as well as planned network improvement and maintenance for the years 2015 through 2019 including project start and completion dates, population that will be impacted by the improvements and upgrades at the wire center level and projected capital costs associated with the improvements and upgrades and operating costs associated with maintaining the network including depreciation for investments that have already been made. As such, this information contains competitively sensitive information related to the Company’s existing network as well as detailed plans at the wire center level for network upgrades and maintenance projected for the years 2015 through 2019.

5. With respect to identifying possible exposure to competitive harm, the information contained in the Line 112 attachment is information that is not customarily released to the public. This information is proprietary to the Company, is unique to the Company’s serving territory and is only known to the Company and its authorized agents. If the Information is not protected, it would have economic value to existing and potential competitors who would be able to target their marketing to specific customers. In a competitive telecommunications marketplace, this type of information is highly sensitive. If publicly disclosed, it would enable competitors to craft business plans that capitalize on their knowledge of the locations of the Company’s customers which would place the Company at a competitive disadvantage.
6. With respect to steps the Company has taken to ensure against unauthorized disclosure of the information contained in the attachment, the Company is filing the attachment under seal. The Company uses the information contained in the Five-Year Plan to ensure that its customers continue to receive state-of-the-art high quality telecommunications and broadband services that the Company has been providing to them for many years as well as to satisfy mandatory reporting requirements and does not share the information for which protection is sought. The Company protects the secrecy of this information with a security protocol that ensures the information is not inadvertently disclosed or disseminated. Only directors, managers and employees with a direct need to know are authorized to access the information.
7. Previous versions of this information are not publicly available.
8. Because the information is not routinely available, a need exists for maintaining the confidentiality of this information permanently.
9. Not applicable.

⁵ See *Connect America Fund et al.*, WC Docket 10-90 *et al.*, Order, DA 13-332 (rel. Mar. 5, 2013) (“*March 5, 2013 Order*”) at para. 9 citing Section 54.202(a) (1) (ii).

CONFIDENTIAL FINANCIAL INFORMATION-SUBJECT TO PROTECTIVE ORDER IN WC DOCKET NOS. 10-90, 07-135, 05-337, 03-109, 14-58, CC DOCKET NO. 01-92, 96-45, GN DOCKET NO. 09-51, WT DOCKET NO. 10-208, BEFORE THE FEDERAL COMMUNICATIONS COMMISSION

Based on the preceding, Kiesling respectfully requests on behalf of the Company that the Commission grant confidential treatment under Section 0.459 to Company's Five-Year Plan provided at FCC Form 481 Line 112 attachment.

Please contact the undersigned at 608-664-9110 or rabrams@kiesling.com with questions regarding this request.

Sincerely,

KIESLING ASSOCIATES LLP



Robert R. Abrams
Senior Telecommunications Consultant

cc: Office of the Chief Clerk, Illinois Commerce Commission

FCC Form 481 - Carrier Annual Reporting

OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

Data Collection Form

<010> Study Area Code	341087
<015> Study Area Name	VIOLA HOME TEL CO
<020> Program Year	2016
<030> Contact Name: Person USAC should contact with questions about this data	Jay Barton
<035> Contact Telephone Number: Number of the person identified in data line <030>	3095962222 ext.
<039> Contact Email Address: Email of the person identified in data line <030>	jay@violatel.com

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ANNUAL REPORTING FOR ALL CARRIERS	54.313 Completion Required	54.422 Completion Required
-----------------------------------	----------------------------------	----------------------------------

<100> Service Quality Improvement Reporting	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<200> Outage Reporting (voice)	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<210> <input checked="" type="checkbox"/> <-- check box if no outages to report		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<300> Unfulfilled Service Requests (voice)	0	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<310> Detail on Attempts (voice)	(attach descriptive document)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<320> Unfulfilled Service Requests (broadband)	0	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<330> Detail on Attempts (broadband)	(attach descriptive document)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<400> Number of Complaints per 1,000 customers (voice)		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<410> Fixed	0.0	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<420> Mobile	0.0	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<430> Number of Complaints per 1,000 customers (broadband)		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<440> Fixed	0.0	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<450> Mobile	0.0	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<500> Service Quality Standards & Consumer Protection Rules Compliance	(check to indicate certification)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<510> 34108711510.pdf	(attached descriptive document)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<600> Functionality in Emergency Situations	(check to indicate certification)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<610> 34108711610.pdf	(attached descriptive document)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<700> Company Price Offerings (voice)	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<710> Company Price Offerings (broadband)	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<800> Operating Companies and Affiliates	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<900> Tribal Land Offerings (Y/N)?	(if yes, complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<1000> Voice Services Rate Comparability Certification	Yes	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<1010>	(attach descriptive document)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<1100> Certify whether terrestrial backhaul options exist (Yes or No)	(if not, check to indicate certification)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<1110>	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<1200> Terms and Condition for Lifeline Customers	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

Price Cap Carriers, Proceed to Price Cap Additional Documentation Worksheet

Including Rate-of-Return Carriers affiliated with Price Cap Local Exchange Carriers

<2000>	(check to indicate certification)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<2005>	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

Rate of Return Carriers, Proceed to ROR Additional Documentation Worksheet

<3000>	(check to indicate certification)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<3005>	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

**(100) Service Quality Improvement Reporting
Data Collection Form**

FCC Form 481

OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	341087
<015>	Study Area Name	VIOLA HOME TEL CO
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Jay Barton
<035>	Contact Telephone Number - Number of person identified in data line <030>	3095962222 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	jay@violatel.com

<110>	Has your company received its ETC certification from the FCC?	(yes / no) <input type="radio"/> <input checked="" type="radio"/>
	If your answer to Line <110> is yes, do you have an existing §54.202(a) "5	
<111>	year plan" filed with the FCC?	(yes / no) <input type="radio"/> <input type="radio"/>

If your answer to Line <111> is yes, then you are required to file a progress report, on line <112> delineating the status of your company's existing § 54.202(a) "5 year plan" on file with the FCC, as it relates to your provision of voice telephony service.

34108711112.pdf

<112> Attach Five-Year Service Quality Improvement Plan or, in subsequent years, your annual progress report filed pursuant to 47 C.F.R. § 54.313(a)(1). If your company is a CETC which only receives frozen support, your progress report is only required to address voice telephony service.

Name of Attached Document

Please select the appropriate responses below (Yes, No, Not Applicable) to confirm that the attached document(s), on line 112, contains a progress report on its five-year service quality improvement plan pursuant to §54.202(a). The information shall be submitted at the wire center level or census block as appropriate.

<113>	Maps detailing progress towards meeting plan targets	Yes
<114>	Report how much universal service (USF) support was received	Yes
<115>	How much (USF) was used to improve service quality and how support was used to improve service quality	Yes
<116>	How much (USF) was used to improve service coverage and how support was used to improve service coverage	Yes
<117>	How much (USF) was used to improve service capacity and how support was used to improve service capacity	Yes
<118>	Provide an explanation of network improvement targets not met in the prior calendar year.	Not Applicable

Yes
Yes
Yes
Yes
Yes
Not Applicable

<010>	Study Area Code	341087
<015>	Study Area Name	VIOLA HOME TEL CO
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Jay Barton
<035>	Contact Telephone Number - Number of person identified in data line <030>	3095962222 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	jay@violatel.com

Page 3

<010>	Study Area Code	341087
<015>	Study Area Name	VIOLA HOME TEL CO
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Jay Barton
<035>	Contact Telephone Number - Number of person identified in data line <030>	3095962222 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	jay@violatel.com

[illegible]

<010>	Study Area Code	341087
<015>	Study Area Name	VIOLA HOME TEL CO
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Jay Barton
<035>	Contact Telephone Number - Number of person identified in data line <030>	3095962222 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	jay@violatel.com

[illegible]

**(900) Tribal Lands Reporting
Data Collection Form**

FCC Form 481

OMB Control No. 3060-0986/OMB Control No. 3060-0819

July 2013

<010>	Study Area Code	341087
<015>	Study Area Name	VIOLA HOME TEL CO
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Jay Barton
<035>	Contact Telephone Number - Number of person identified in data line <030>	3095962222 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	jay@violatel.com

<910> Tribal Land(s) on which ETC Serves

<920> Tribal Government Engagement Obligation

Name of Attached Document

If your company serves Tribal lands, please select (Yes,No, NA) for each these boxes to confirm the status described on the attached document(s), on line 920, demonstrates coordination with the Tribal government pursuant to § 54.313(a)(9) includes:

- <921>** Needs assessment and deployment planning with a focus on Tribal community anchor institutions.
- <922>** Feasibility and sustainability planning;
- <923>** Marketing services in a culturally sensitive manner;
- <924>** Compliance with Rights of way processes
- <925>** Compliance with Land Use permitting requirements
- <926>** Compliance with Facilities Siting rules
- <927>** Compliance with Environmental Review processes
- <928>** Compliance with Cultural Preservation review processes
- <929>** Compliance with Tribal Business and Licensing requirements.

Select Yes or No or Not Applicable

**(1100) No Terrestrial Backhaul Reporting
Data Collection Form**

FCC Form 481

OMB Control No. 3060-0986/OMB Control No. 3060-0819

July 2013

<010>	Study Area Code	341087
<015>	Study Area Name	VIOLA HOME TEL CO
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Jay Barton
<035>	Contact Telephone Number - Number of person identified in data line <030>	3095962222 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	jay@violatel.com

<1120> Please confirm whether terrestrial backhaul options exist within the supported area pursuant to § 54.313(g) (Yes, No).

<1130> Please select the appropriate response (Yes, No, Not Applicable) to confirm the reporting carrier offers broadband service of at least 1 Mbps downstream and 256 kbps upstream within the supported area pursuant to § 54.313(g).

(1200) Terms and Condition for Lifeline Customers
Lifeline
Data Collection Form

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	341087
<015>	Study Area Name	VIOLA HOME TEL CO
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Jay Barton
<035>	Contact Telephone Number - Number of person identified in data line <030>	3095962222 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	jay@violatel.com

341087i11210.pdf

<1210> Terms & Conditions of Voice Telephony Lifeline Plans

Name of Attached Document

<1220> Link to Public Website

HTTP

"Please check these boxes below to confirm that the attached document(s), on line 1210, or the website listed, on line 1220, contains the required information pursuant to § 54.422(a)(2) annual reporting for ETCs receiving low-income support, carriers must annually report:

- | | | |
|--------|---|-------------------------------------|
| <1221> | Information describing the terms and conditions of any voice telephony service plans offered to Lifeline subscribers, | <input checked="" type="checkbox"/> |
| <1222> | Details on the number of minutes provided as part of the plan, | <input checked="" type="checkbox"/> |
| <1223> | Additional charges for toll calls, and rates for each such plan. | <input checked="" type="checkbox"/> |

(2000) Price Cap Carrier Additional Documentation

Data Collection Form

Including Rate-of-Return Carriers affiliated with Price Cap Local Exchange Carriers

FCC Form 481

OMB Control No. 3060-0986/OMB Control No. 3060-0819

July 2013

<010>	Study Area Code	
<015>	Study Area Name	341087
<020>	Program Year	VIOLA HOME TEL CO
<030>	Contact Name - Person USAC should contact regarding this data	2016
<035>	Contact Telephone Number - Number of person identified in data line <030>	Jay Barton
<039>	Contact Email Address - Email Address of person identified in data line <030>	3033862222 ext.
		jay@violate1.com

Select the appropriate responses below (Yes, No, Not Applicable) to note compliance as a recipient of Incremental Connect America Phase I support, frozen High Cost support, High Cost support to offset access charge reductions, and Connect America Phase II support as set forth in 47 CFR § 54.313(b),(c),(d),(e). The information reported on this form and in the documents attached below is accurate.

Incremental Connect America Phase I reporting

- <2010> 2nd Year Certification {47 CFR § 54.313(b)(1)i}
<2011a> 3rd Year Certification {47 CFR § 54.313(b)(1)ii}
<2011b> Attachment {47 CFR § 54.313(b)(1)ii}

Name of Attached Document(s) Listing Required Information

Price Cap Carrier Receiving Frozen Support Certification {47 CFR § 54.312(a)}

- <2012> 2013 Frozen Support Calculation {47 CFR § 54.313(c)(1)}
<2013> 2014 Frozen Support Calculation {47 CFR § 54.313(c)(2)}
<2014> 2015 Frozen Support Calculation {47 CFR § 54.313(c)(3)}
<2015> 2016 and future Frozen Support Calculation {47 CFR § 54.313(c)(4)}

Price Cap Carrier Connect America ICC Support {47 CFR § 54.313(d)}

- <2016> Certification Support Used to Build Broadband

--

Connect America Phase II Reporting {47 CFR § 54.313(e)}

- <2017> 3rd year Broadband Service Certification
<2018> 5th year Broadband Service Certification
<2019> Interim Progress Certification
<2020> Please check the box to confirm that the attached document(s), on line 2021, contains the required information pursuant to § 54.313 (e)(3)(ii), as a recipient of CAF Phase II support shall provide the number, names, and addresses of community anchor institutions to which began providing access to broadband service in the preceding calendar year.

- <2021> Interim Progress Community Anchor Institutions

Name of Attached Document(s) Listing Required Information

(3000) Rate Of Return Carrier Additional Documentation Data Collection Form	FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0819 July 2013
--	--

<010> Study Area Code	341087
<015> Study Area Name	VIOLE HOME TEL CO
<020> Program Year	2016
<030> Contact Name - Person USAC should contact regarding this data	Jay Barton
<035> Contact Telephone Number - Number of person identified in data line <030>	3095962222 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	jay@violatel.com

CHECK the boxes below to note compliance on its five year service quality plan (pursuant to 47 CFR § 54.202(a)) and, for privately held carriers, ensuring compliance with the financial reporting requirements set forth in 47 CFR § 54.313(f)(2). I further certify that the information reported on this form and in the documents attached below is accurate.

341087113010.pdf

(3010) **Progress Report on 5 Year Plan**
Milestone Certification (47 CFR § 54.313(f)(1)(i))

Name of Attached Document Listing Required Information

(3011) Please check this box to confirm that the attached document(s), on line 3012 contains the required information pursuant to § 54.313 (f)(1)(ii), the carrier shall provide the number, names, and addresses of community anchor institutions to which began providing access to broadband service in the preceding calendar year. ☒

341087113012.pdf

(3012) **Community Anchor Institutions** (47 CFR § 54.313(f)(1)(ii))

Name of Attached Document Listing Required Information

(3013) Is your company a Privately Held ROR Carrier (47 CFR § 54.313(f)(2))
(3014) If yes, does your company file the RUS annual report

(Yes/No) ☐ ☒
(Yes/No) ☐ ☒

Please check these boxes to confirm that the attached document(s), on line 3017, contains the required information pursuant to § 54.313(f)(2) compliance requires:

(3015) Electronic copy of their annual RUS reports (Operating Report for Telecommunications Borrowers)

☐

(3016) Document(s) for Balance Sheet, Income Statement and Statement of Cash Flows

☐

(3017) If the response is yes on line 3014, attach your company's RUS annual report and all required documentation

Name of Attached Document Listing Required Information

(3018) If the response is no on line 3014, is your company audited?

(Yes/No) ☐ ☒

If the response is yes on line 3018, please check the boxes below to confirm your submission, on line 3026 pursuant to § 54.313(f)(2), contains

(3019) Either a copy of their audited financial statement; or (2) a financial report in a format comparable to RUS Operating Report for Telecommunications ☐

(3020) Document(s) for Balance Sheet, Income Statement and Statement of Cash Flows ☐

(3021) Management letter and audit opinion issued by the independent certified public accountant that performed the company's financial audit ☐

If the response is no on line 3018, please check the boxes below to confirm your submission, on line 3026 pursuant to § 54.313(f)(2), contains:

(3022) Copy of their financial statement which has been subject to review by an independent certified public accountant; or 2) a financial report in a format comparable to RUS Operating Report for Telecommunications Borrowers, ☒

(3023) Underlying information subjected to a review by an independent certified public accountant ☒

(3024) Underlying information subjected to an officer certification. ☒

(3025) Document(s) for Balance Sheet, Income Statement and Statement of Cash Flows

341087113026.pdf

(3026) Attach the worksheet listing required information

Name of Attached Document Listing Required Information

(3000) Rate Of Return Carrier Additional Documentation (Continued)	FCC Form 481
Data Collection Form	OMB Control No. 3060-0986/OMB Control No. 3060-0819
	July 2013

<010> Study Area Code	341087
<015> Study Area Name	VIOLA HOME TEL CO
<020> Program Year	2016
<030> Contact Name - Person USAC should contact regarding this data	Jay Barton
<035> Contact Telephone Number - Number of person identified in data line <030>	3095962222 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	jay@violatel.com

Financial Data Summary

(3027) Revenue	838412
(3028) Operating Expenses	767155
(3029) Net Income	127881
(3030) Telephone Plant In Service(TPIS)	4238239
(3031) Total Assets	3235831
(3032) Total Debt	0
(3033) Total Equity	2981858
(3034) Dividends	0

Certification - Reporting Carrier Data Collection Form	FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0819 July 2013
---	--

<010> Study Area Code	341087
<015> Study Area Name	VIOLA HOME TEL CO
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<030> Contact Name - Person USAC should contact regarding this data	Jay Barton
<035> Contact Telephone Number - Number of person identified in data line <030>	3095962222 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	jay@violatel.com

TO BE COMPLETED BY THE REPORTING CARRIER, IF THE REPORTING CARRIER IS FILING ANNUAL REPORTING ON ITS OWN BEHALF:

Certification of Officer as to the Accuracy of the Data Reported for the Annual Reporting for CAF or LI Recipients	
I certify that I am an officer of the reporting carrier; my responsibilities include ensuring the accuracy of the annual reporting requirements for universal service support recipients; and, to the best of my knowledge, the information reported on this form and in any attachments is accurate.	
Name of Reporting Carrier:	
Signature of Authorized Officer:	Date
Printed name of Authorized Officer:	
Title or position of Authorized Officer:	
Telephone number of Authorized Officer:	
Study Area Code of Reporting Carrier:	Filing Due Date for this form:
<small>Persons willfully making false statements on this form can be punished by fine or forfeiture under the Communications Act of 1934, 47 U.S.C. §§ 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. § 1001.</small>	

Certification - Agent / Carrier Data Collection Form		FCC Form 481 OMB Control No. 3060-0586/OMB Control No. 3060-0819 July 2013
<010> Study Area Code	341087	
<015> Study Area Name	VIOLA HOME TEL CO	
<020> Program Year	2016	
<030> Contact Name - Person USAC should contact regarding this data	Jay Barton	
<035> Contact Telephone Number - Number of person identified in data line <030>	3095962222 ext.	
<039> Contact Email Address - Email Address of person identified in data line <030>	jay@violatel.com	

TO BE COMPLETED BY THE REPORTING CARRIER, IF AN AGENT IS FILING ANNUAL REPORTS ON THE CARRIER'S BEHALF:

Certification of Officer to Authorize an Agent to File Annual Reports for CAF or LI Recipients on Behalf of Reporting Carrier	
I certify that (Name of Agent) <u>Kiesling Associates LLP</u> is authorized to submit the information reported on behalf of the reporting carrier. I also certify that I am an officer of the reporting carrier; my responsibilities include ensuring the accuracy of the annual data reporting requirements provided to the authorized agent; and, to the best of my knowledge, the reports and data provided to the authorized agent is accurate.	
Name of Authorized Agent:	Kiesling Associates LLP
Name of Reporting Carrier:	VIOLA HOME TEL CO
Signature of Authorized Officer:	CERTIFIED ONLINE Date: 06/26/2015
Printed name of Authorized Officer:	Jay Barton
Title or position of Authorized Officer:	Manager
Telephone number of Authorized Officer:	3095962222 ext.
Study Area Code of Reporting Carrier:	341087 Filing Due Date for this form: 07/01/2015
Persons willfully making false statements on this form can be punished by fine or forfeiture under the Communications Act of 1934, 47 U.S.C. §§ 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. § 1001.	

TO BE COMPLETED BY THE AUTHORIZED AGENT:

Certification of Agent Authorized to File Annual Reports for CAF or LI Recipients on Behalf of Reporting Carrier	
I, as agent for the reporting carrier, certify that I am authorized to submit the annual reports for universal service support recipients on behalf of the reporting carrier; I have provided the data reported herein based on data provided by the reporting carrier; and, to the best of my knowledge, the information reported herein is accurate.	
Name of Reporting Carrier:	VIOLA HOME TEL CO
Name of Authorized Agent or Employee of Agent:	Kiesling Associates LLP
Signature of Authorized Agent or Employee of Agent:	CERTIFIED ONLINE Date: 06/26/2015
Printed name of Authorized Agent or Employee of Agent:	Robert R. Abrams
Title or position of Authorized Agent or Employee of Agent:	Communications Consultant
Telephone number of Authorized Agent or Employee of Agent:	6086649110 ext. 243
Study Area Code of Reporting Carrier:	341087 Filing Due Date for this form: 07/01/2015
Persons willfully making false statements on this form can be punished by fine or forfeiture under the Communications Act of 1934, 47 U.S.C. §§ 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. § 1001.	

Attachments

FCC Form 481 – Line 112 Annual Progress Report filed pursuant to 47 CFR §54.313(a)(1)

SAC: 341087
State: IL
Name: Viola Home Telephone Company
Submission: 7/1/2015

Viola Home Telephone Company has received \$75,673 in Universal Service Fund (USF) support in 2015 through the filing date.

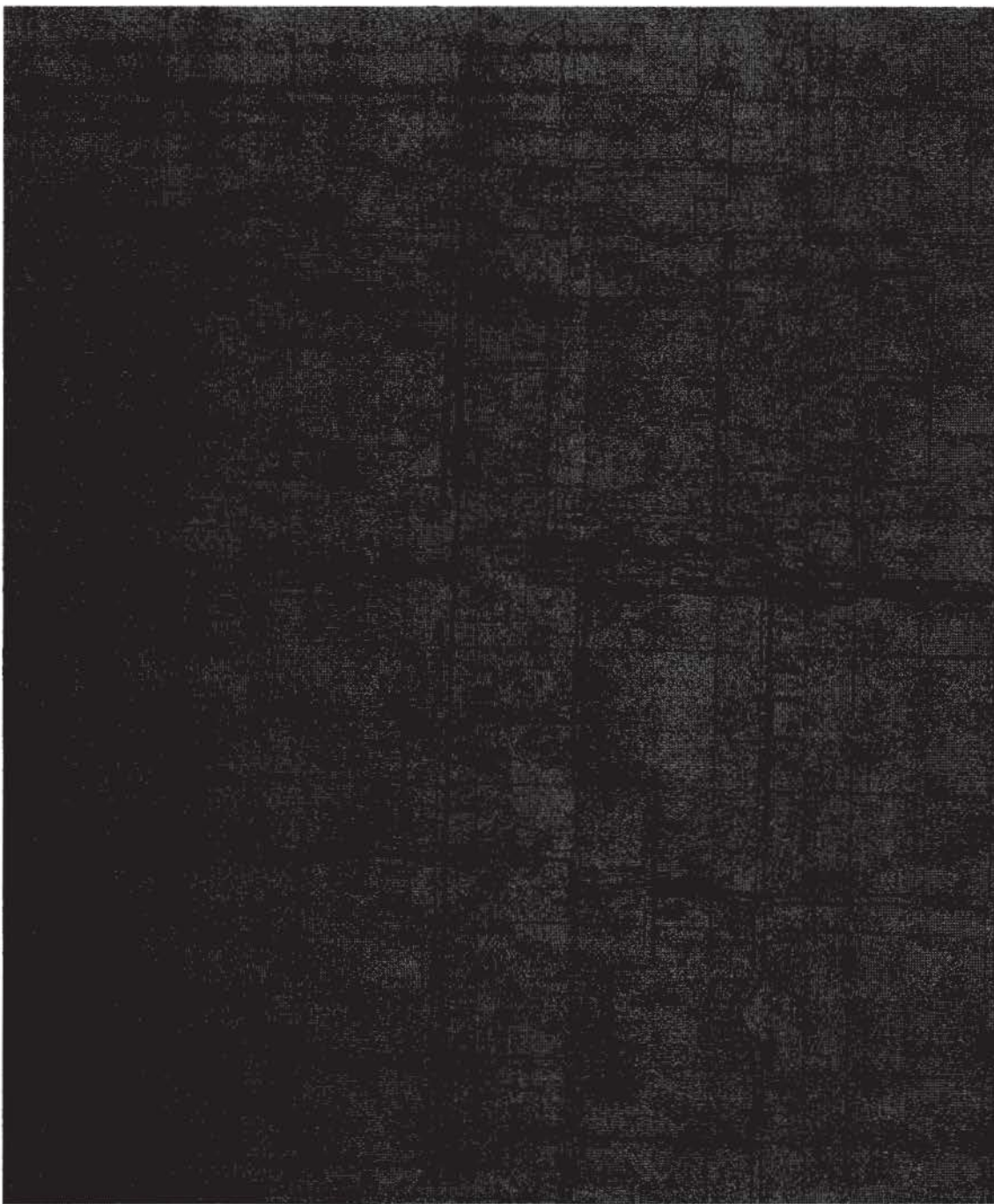
Expenditures of USF support through the filing date have enhanced service quality and have been consistent with the capital projects identified in the Five Year Service Quality Improvement Plan (Plan) submitted with the prior year's FCC Form 481.

Capital projects tasks associated with the Plan's first year (2015) haven't yet all begun, and generally will run from May until late November owing to weather conditions of the Midwest region, which prohibit outside plant constructions during winter and most spring months. As also identified in the Plan, USF support has been used to pay ongoing voice and broadband operating and maintenance expenses.

Viola Home Telephone is currently on track to meet the 2015 capital spending targets described in the Plan, by end of the year. It should be noted the company is currently capable of providing 4Meg down / 1Meg up broadband service to any customer in its exchange.

For the first five months of 2015, USF received through the filing date was less than 5/12 of 2015 capital and expense needs described last year in the Plan. \$75,673 of USF received to date was used to improve service quality, \$0 was used to improve service capacity, and \$0 was used to improve service coverage.

Maps have been included to detail progress toward meeting plan targets.



CONFIDENTIAL FINANCIAL INFORMATION-SUBJECT TO PROTECTIVE ORDER IN WC DOCKET NOS. 10-90, 07-135, 05-337, 03-109, 14-58, CC DOCKET NO. 01-92, 96-45, GN DOCKET NO. 09-51, WT DOCKET NO. 10-208, BEFORE THE FEDERAL COMMUNICATIONS COMMISSION

FCC Form 481 – Line 510 Service Quality Standards & Consumer Protection Compliance

SAC: 341087
State: IL
Name: Viola Home Telephone Company
Submission: 7/1/2015

47 CFR §54.313(a)(5) requires an ETC to certify that it complies with applicable service quality standards and consumer protection rules.

Viola Home Telephone Company complies with applicable service quality standards for local exchange telecommunications carriers in Title 83 the Illinois Administrative Code (*ILGA §730, Subpart E*) which includes adequacy of service, answer time, service interruptions, outages and notifications.

Viola complies with applicable service quality standards for local exchange telecommunications carriers in Title 83 the Illinois Administrative Code (*ILGA §730, Subpart E*) which includes adequacy of service, answer time, service interruptions, outages and notifications.

Viola complies with consumer protection requirements including those found in federal Customer Proprietary Network Information (*CPNI; WC Docket No. 04-36*), and those of the Title 83 the Illinois Administrative Code (*ILGA §732*), covering local exchange service obligations, payment and billing practices, procedures for timely reimbursement of customer credits, customer education programs, and (*ILGA §755*) meeting state requirements regarding telecommunications access for persons with disabilities.

Viola certifies it has complied with these requirements and will continue to comply with these requirements.



State of Illinois

Illinois Commerce Commission
Service Quality for Telecommunications Carriers
Code Part 730.115
Quarterly Filing

Viola Home Telephone Company
for quarter ending December 31, 2014

Performance Data	October	November	December	Quarterly Average
A. Operator Answering Time - Toll and Assistance [730.510(a)(1)]	3.10	3.00	3.90	3.33
B. Operator Answer Time - Information [730.510(a)(1)]	5.03	4.79	6.18	5.33
C. Repair Office Answer Time [730.510(b)(1)]	1.00	1.00	1.00	1.00
D. Business or Customer Service Answer Time [730.510(b)(1)]	1.00	1.00	1.00	1.00
E. Percent of Service Installations [730.540(a)]	100.00%	100.00%	100.00%	100.00%
F. Percent of Out of Service Lines Repaired in < 30 Hours [730.535(a)]	100.00%	100.00%	100.00%	100.00%
G. Trouble Reports per 100 Access Lines [730.545(a)]	0.01	0.00	0.01	0.01
H. Percent Repeat Trouble Reports [730.545(c)]	0.00%	0.00%	0.00%	0.00%
I. Percent of Installation Trouble Reports [730.545(f)]	0.00%	0.00%	0.00%	0.00%
J. Missed Repair Appointments [730.545(h)]	0	0	0	0
K. Missed Installation Appointments [730.540(d)]	0	0	0	0

Comments



State of Illinois

Illinois Commerce Commission

Service Quality for Telecommunications Carriers

Code Part 730.115

Quarterly Filing

**Viola Home Telephone Company
for quarter ending December 31, 2014**

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State of Illinois

Illinois Commerce Commission
Customer Credits for Telecommunications Carriers
Code Part 732.30
Quarterly Filing

Viola Home Telephone Company
for quarter ending December 31, 2014

Out of Service More Than 30 Hours	October	November	December	Totals
A. Total dollar amount of all customer credits paid	\$0.00	\$0.00	\$0.00	\$0.00
B. Number of credits issued for repairs - 30 - 48 hours	0	0	0	0
C. Number of credits issued for repairs - 48 - 72 hours	0	0	0	0
D. Number of credits issued for repairs - 72 - 96 hours	0	0	0	0
E. Number of credits issued for repairs - 96 - 120 hours	0	0	0	0
F. Number of credits issued for repairs > 120 hours	0	0	0	0
G. Number of exemptions claimed for each of the categories identified in Section 732.30(e)	0	0	0	0
H. Number of customers receiving alternate phone service rather than receiving a credit	0	0	0	0

Failure to Install Basic Local Exchange Service	October	November	December	Totals
A. Total dollar amount of all customer credits paid	\$0.00	\$0.00	\$0.00	\$0.00
B. Number of installations after 5 business days	0	0	0	0
C. Number of installations after 10 business days	0	0	0	0
D. Number of installations after 11 business days	0	0	0	0
E. Number of exemptions claimed for each of the categories identified in Section 732.30(e)	0	0	0	0
F. Number of customers receiving alternate phone service rather than receiving a credit	0	0	0	0

Missed Appointments	October	November	December	Totals
A. Total dollar amount of all customer credits paid	\$0.00	\$0.00	\$0.00	\$0.00
B. Number of customers receiving credits	0	0	0	0
C. Number of exemptions claimed for each of the categories identified in Section 732.30(e)	0	0	0	0

Comments

FCC Form 481 – Line 610 Ability To Remain Functional In An Emergency Situation

SAC: 341087
State: IL
Name: Viola Home Telephone Company
Submission: 7/1/2015

47 CFR §54.313(a)(6) requires an ETC to certify that it is able to function in emergency situation as set forth in 47 CFR §54.202 (a)(2).

Viola Home Telephone Company complies with relevant sections for wireless ETCs in Title 83 the Illinois Administrative Code (*ILGA §730, Subpart C*) requiring it to make provisions to meet emergencies resulting from failures of commercial or power service, sudden and prolonged increases in traffic, illness of personnel, fire, storm, or other natural disasters. The company informs employees as to procedures to be followed in the event of emergency in order to prevent or minimize interruption or impairment of telecommunications service, and maintains at least 3 hours of reserve battery power.

Central Office batteries are maintained in accordance with Institute of Electrical and Electronic Engineers (IEEE) standards as adopted in Section 730.340 of the Illinois Administrative Code, and generators are tested each week.

Designated employees are informed as to procedures to be followed in the event of an emergency in order to prevent or mitigate interruption or impairment of telecommunications service, including rerouting of traffic around damaged facilities and the deployment of emergency power.

Viola Home Telephone Company certifies it has complied with, and will continue to comply with applicable requirements regarding its ability to remain functional in an emergency situation as set forth in 47 CFR §54.202 (a)(2).

(700) Price Offerings including Voice Rate Data
Data Collection Form

OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

12.46

[illegible]

[illegible]

July 2013

<810>	Reporting Carrier	Viola Home Telephone Company
<811>	Holding Company	Viola Holding Company
<812>	Operating Company	Viola Home Telephone Company

[illegible]

FCC Form 481 – Line 1210 Lifeline Service Terms & Conditions

SAC: 341087
State: IL
Name: Viola Home Telephone Company
Submission: 7/1/2015

Viola Home Telephone Company offers Lifeline service to qualifying subscribers.

- Qualifying subscribers receive Lifeline credits of \$9.25 against the regular \$12.46 monthly rate (not including applicable state surcharges) for residential local telephone service. This benefit is limited to one per qualifying household, and for service received from a single provider.
- Number of Local Minutes/Calls Provided: Unlimited local calling.
- Additional Charges for Toll Calls: Toll calls and services for Lifeline subscribers are available and are billed at toll carriers' standard rates.
- Federal program eligibility for Lifeline service must be confirmed before the credit is issued. All subscribers must be recertified at least once each year.

Lifeline eligibility requires that income be no higher than 135% of the federal Poverty Guideline level, and/or participation in at one of the following programs, verified at least once each year:

- Medicaid
- Supplemental Security Income (SSI)
- Supplemental Nutritional Assistance Programs (SNAP) – Food Stamps
- Low Income Home Energy Assistance Program (LIHEAP)
- Temporary Assistance for Needy Families (TANF)
- Federal Public Housing Assistance (FPHA)/Section 8
- National School Lunch – Free Lunch Program
- Head Start (if income eligibility criteria are met)

Additional Terms & Conditions:

- Lifeline service shall not be disconnected for non-payment of toll charges.
- Qualifying low-income subscribers who voluntarily elect toll blocking, where available, will not be required to pay a service deposit in order to initiate Lifeline Service. This service will only be provided at the customer's request.

- Qualifying Lifeline customers will not be charged a monthly number-portability charge.
- Annual verification, either through the Department of Human Services or, in lieu of electronic verification, applicants will sign the form contained in Illinois Administrative Code Part 757 Exhibit E, as proof of their income eligibility.

Viola Home Telephone Company's local tariff Terms and Conditions for Lifeline Service are attached.

VIOLA HOME TELEPHONE COMPANY

ILL. CC. NO. 2

Section 39

5th Revised Sheet No. 21

Cancels 4th Revised Sheet No. 21

Applies to Viola, Illinois

Telephone Assistance Programs

1. Reserved For Future Use

(D)

1.1 Reserved For Future Use

(D)

Issued: April 3, 2012

Carol Peterson, General Manager
Viola, Illinois 61486

Effective: April 4, 2012

VIOLA HOME TELEPHONE COMPANY

ILL. CC. NO. 2

Section 39

14th Revised Sheet No. 22

Cancels 13th Revised Sheet No. 22

Applies to Viola, Illinois

Telephone Assistance Programs

1.2 Supplemental Link Up Telephone Assistance Program

- A. A one-time supplemental credit of up to \$12.00, not to exceed 50% of the total connection charge, will be applied to each new eligible subscriber.
- B. The supplemental Link Up Program is funded through voluntary contributions from Illinois customers as described in 3.A. following.

2. Lifeline Program

2.1 General

- A. The Lifeline Program is a federally funded program established to provide monthly assistance to low income households. Eligible subscribers may receive a discount of \$9.25 for the monthly Federal Subscriber Line Charge and monthly local exchange access service or a bundled service that includes local exchange access service.
- B. To qualify for the program, the Lifeline applicant must participation in any of the following assistance programs. The Illinois Department of Human Services may certify the applicant's participation in assistance programs (a) through (x) below for purposes of determining eligibility.
 - (a) Medicaid
 - (b) Supplemental Nutrition Assistance Program
 - (c) Supplemental Security Income (SSI)
 - (d) Federal Housing Assistance (Section 8)
 - (e) Low Income Home Energy Assistance (LIHEAP)
 - (f) National School Lunch Program's free lunch program
 - (g) Temporary Assistance to Needy Families (TANF)
 - (h) Head Start
 - (i) Customer household income is at or below 135% of the National Poverty Guidelines, for a household of that size
- C. Lifeline service shall not be disconnected for nonpayment of toll charges.
- D. Qualifying low-income subscribers who voluntarily elect toll blocking, where available, will not be required to pay a service deposit in order to initiate Lifeline service. This service will only be provided at the customer's request.
- E. Qualifying Lifeline customers will not be charged a monthly number-portability charge.

(I)(C)
(C)

(C)

VIOLA HOME TELEPHONE COMPANY

ILL. CC. NO. 2
Section 39
5th Revised Sheet No. 23
Cancels 4th Revised Sheet No. 23

Telephone Assistance Programs

2. Lifeline Program (Cont'd)

(N)

2.1 General

- F. The Telephone Company's verification of income eligibility will be through the Department of Human Services or, in lieu of electronic verification, applicants will sign a form certifying that the applicant qualifies under the program criteria, and provide program participation or income documentation to the Company for review and verification of eligibility.
- G. The Lifeline program credit shall be limited to one credit per low income household or economic unit

(N)

3. Universal Telephone Assistance Program (UTSAP) Voluntary Funding

- A. Customers wishing to participate in the funding of UTSAP may do so by electing to contribute on a monthly basis a fixed amount to be included by the Company on the customer's monthly bill. The voluntary contribution shall not reduce the customer's total monthly bill amount due the Company for telephone services or other charges.

Residential customers may elect to contribute:

- (a) \$0.50
- (b) \$1.00
- (c) \$2.00
- (d) \$5.00

Business customers may elect to contribute:

- (a) \$1.00
- (b) \$5.00
- (c) \$10.00
- (d) \$25.00

- A. Customers may elect to discontinue or change the amount of monthly contribution on their bill any time upon providing at least 30 days notice to the Company.
- B. Failure by the customer in any month to remit the entire billed shall reduce the UTSAP contributions accordingly.

FCC Form 481 – Line 3010 – Milestone Certification, 47 CFR §54.313(f)(1)(i)

SAC: 341087
State: IL
Name: Viola Home Telephone Company
Submission: 7/1/2015

Viola Home Telephone Company hereby certifies that throughout 2014, it took reasonable steps to provide upon reasonable request broadband service at actual speeds of at least 4 Mbps downstream/1 Mbps upstream, with latency suitable for real-time applications, including Voice over Internet Protocol, and usage capacity that is reasonably comparable to comparable offerings in urban areas as determined in an annual survey, and that requests for such service are met within a reasonable amount of time.

**FCC Form 481 – Line 3012 – List of Community Anchor Institutions to Which the ETC
Newly Began Providing Service, 47 CFR §54.313(f)(1)(ii)**

SAC: 341087
State: IL
Name: Viola Home Telephone Company
Submission: 7/1/2015

The FCC's *USF/ICC Transformation Order* requires a listing of community anchor institutions to which the ETC newly began providing broadband service in the previous year.

The FCC has defined community anchor institutions in Section 54.5 of its Rules as "schools, libraries, health care providers, community colleges, other institutions of higher education, and other community support organizations and entities."

Existing services aside, Viola Home Telephone Company did not newly begin providing access to broadband services to additional community anchor institutions in calendar year 2014.

**CONFIDENTIAL FINANCIAL INFORMATION-SUBJECT TO PROTECTIVE ORDER IN WC DOCKET NOS. 10-90, 07-135, 05-337, 03-109, 14-58,
CC DOCKET NO. 01-92, 96-45, GN DOCKET NO. 09-51, WT DOCKET NO. 10-208, BEFORE THE FEDERAL COMMUNICATIONS COMMISSION**

(3005a) Operating Report for Privately-Held Rate of Return Carriers
Balance Sheet - Data Collection Form
Page 1 of 3

FCC Form 481
OMB Control No. 3060-0986
July 2013

<010> Study Area Code
<015> Study Area Name
<020> Program Year
<030> Contact Name - Person USAC should contact regarding this data
<035> Contact Telephone Number - Number of person identified in data line <030>
<039> Contact Telephone Email Address - Email Address of person identified in data line <030>

<010> 341087
<015> Viola Home Telephone Co.
<020> 2016
<030> Bob Abrams
<035> 608-664-9110
<039> rabrabs@kiesling.com

☒ Filed as reviewed single company
☐ Filed as reviewed consolidated company
☐ Filed as subsidiary of reviewed consolidated company

☐ Filed as audited single company
☐ Filed as audited consolidated company
☐ Filed as subsidiary of audited consolidated company

CERTIFICATION

We hereby certify that the entries in this report are in accordance with the accounts and other records of the system and reflect the status of the system to the best of our knowledge and belief.

Jay Barton
Signature

6/26/15
Date

PART A. BALANCE SHEET

ASSETS	BALANCE PRIOR YEAR	BALANCE END OF PERIOD	LIABILITIES AND STOCKHOLDERS' EQUITY	BALANCE PRIOR YEAR	BALANCE END OF PERIOD
CURRENT ASSETS			CURRENT LIABILITIES		
1. Cash and Equivalents	973995	1089159	25. Accounts Payable	7818	38910
2. Cash-RUS Construction Fund			26. Notes Payable		
3. Affiliates:			27. Advance Billings and Payments		
a. Telecom, Accounts Receivable			28. Customer Deposits		
b. Other Accounts Receivable	324593	427931	29. Current Mat. L/T Debt		
c. Notes Receivable			30. Current Mat. L/T Debt-Rur. Dev.		
4. Non-Affiliates:			31. Current Mat. Capital Leases		
a. Telecom, Accounts Receivable	4758	4451	32. Income Taxes Accrued		
b. Other Accounts Receivable	48319	54520	33. Other Taxes Accrued	7800	7812
c. Notes Receivable			34. Other Current Liabilities		
5. Interest and Dividends Receivable	1337	937	35. Total Current Liabilities (25 thru 34)	15618	46722
6. Material-Regulated	13850	14572	LONG-TERM DEBT		
7. Material-Nonregulated	33651	27230	36. Funded Debt-RUS Notes		
8. Prepayments	19442	14896	37. Funded Debt-RTB Notes		
9. Other Current Assets			38. Funded Debt-FFB Notes		
10. Total Current Assets (1 thru 9)	1419945	1631696	39. Funded Debt-Other		
NONCURRENT ASSETS			40. Funded Debt-Rural Develop. Loan		
11. Investment in Affiliated Companies			41. Premium (Discount) on L/T Debt		
a. Rural Development			42. Recquired Debt		
b. Nonrural Development			43. Obligations Under Capital Lease		
12. Other Investments			44. Adv. From Affiliated Companies		
a. Rural Development			45. Other Long-Term Debt		
b. Nonrural Development			46. Total Long-Term Debt (36 thru 45)	0	0
13. Nonregulated Investments			OTHER LIAB. & DEF. CREDITS		
14. Other Noncurrent Assets			47. Other Long-Term Liabilities		
15. Deferred Charges	52283	32970	48. Other Deferred Credits	213046	207251
16. Jurisdictional Differences			49. Other Jurisdictional Differences		
17. Total Noncurrent Assets (11 thru 16)	52283	32970	50. Total Other Liabilities and Deferred Credits (47 thru 49)	213046	207251
PLANT, PROPERTY, AND EQUIPMENT			EQUITY		
18. Telecom, Plant-in-Service	4113342	4738239	51. Cap. Stock Outstanding & Subscribed	47480	47480
19. Property Held for Future Use			52. Additional Paid-in-Capital	10756	10756
20. Plant Under Construction			53. Treasury Stock	3850	-3850
21. Plant Adj., Nonop. Plant & Goodwill			54. Membership and Cap. Certificates		
22. Less Accumulated Depreciation	-2502929	-2669074	55. Other Capital		
23. Net Plant (18 thru 21 less 22)	1610413	1569165	56. Patronage Capital Credits		
			57. Retained Earnings or Margins	2799591	2927472
			58. Total Equity (51 thru 57)	2853977	2981858
24. TOTAL ASSETS (10+17+23)	3082641	3235831	59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)	3082641	3235831

**CONFIDENTIAL FINANCIAL INFORMATION-SUBJECT TO PROTECTIVE ORDER IN WC DOCKET NOS. 10-90, 07-135, 05-337, 03-109, 14-58,
CC DOCKET NO. 01-92, 96-45, GN DOCKET NO. 09-51, WT DOCKET NO. 10-208, BEFORE THE FEDERAL COMMUNICATIONS COMMISSION**

(3005b) Operating Report for Privately-Held Rate of Return Carriers
Balance Sheet - Data Collection Form
Page 2 of 3

FCC Form 481
OMB Control No. 3060-0986
July 2013

<010> Study Area Code
<015> Study Area Name
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<030> Contact Name - Person USAC should contact regarding this data
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<039> Contact Telephone Email Address - Email Address of person identified in data line <030>

<010> **341087**
<015> **Viola Home Telephone Co.**
<020> **2016**
<030> **Bob Abrams**
<035> **608-664-9110**
<039> **rabrams@kiesling.com**

PART B. STATEMENTS OF INCOME AND RETAINED EARNINGS OR MARGINS		
ITEM	PRIOR YEAR	THIS YEAR
1. Local Network Services Revenues	90945	88448
2. Network Access Services Revenues	667193	738931
3. Long Distance Network Services Revenues		
4. Carrier Billing and Collection Revenues	1414	1254
5. Miscellaneous Revenues	15885	12803
6. Uncollectible Revenues	6775	3024
7. Net Operating Revenues (1 thru 5 less 6)	769162	838412
8. Plant Specific Operations Expense	83859	249762
9. Plant Nonspecific Operations Expense (Excluding Depreciation & Amortization)	40765	39443
10. Depreciation Expense	155152	166145
11. Amortization Expense		
12. Customer Operations Expense	105937	108711
13. Corporate Operations Expense	170604	203094
14. Total Operating Expenses (8 thru 13)	556317	767155
15. Operating Income or Margins (7 less 14)	212845	71257
16. Other Operating Income and Expenses		
17. State and Local Taxes	6600	1052
18. Federal Income Taxes	10421	1662
19. Other Taxes	50150	21751
20. Total Operating Taxes (17+18+19)	67171	24465
21. Net Operating Income or Margins (15+16-20)	145674	46792
22. Interest on Funded Debt		
23. Interest Expense - Capital Leases		
24. Other Interest Expense		
25. Allowance for Funds Used During Construction		
26. Total Fixed Charges (22+23+24-25)	0	0
27. Nonoperating Net Income	9008	13765
28. Extraordinary Items		
29. Jurisdictional Differences		
30. Nonregulated Net Income	56503	67324
31. Total Net Income or Margins (21+27+28+29+30-26)	211185	127881
32. Total Taxes Based on Income	62218	31192
33. Retained Earnings or Margins Beginning-of-Year	2588406	2799591
34. Miscellaneous Credits Year-to-Date		
35. Dividends Declared (Common)		
36. Dividends Declared (Preferred)		
37. Other Debits Year-to-Date		
38. Transfers to Patronage Capital		
39. Retained Earnings or Margins end-of-Period [(31+33+34)-(35+36+37+38)]	2799591	2527472
40. Patronage Capital Beginning-of-Year		
41. Transfers to Patronage Capital		
42. Patronage Capital Credits Retired		
43. Patronage Capital End-of-Year (40+41-42)	0	0
44. Annual Debt Service Payments		
45. Cash Ratio [(14+20-10-11)/7]	0.61	0.75
46. Operating Accrual Ratio [(14+20+26)/7]	0.81	0.94
47. TIER [(31+26)/26]	0.00	0.00
48. DSCR [(31+26+10+11)/44]	0.00	0.00

(3005c) Operating Report for Privately-Held Rate of Return Carriers
Balance Sheet - Data Collection Form
Page 3 of 3

FCC Form 481
OMB Control No. 3060-0986
July 2013

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<010> 341087
<015> Viola Home Telephone Co.
<020> 2016
<030> Bob Abrams
<035> 608-664-9110
<039> rabrams@kiesling.com

PART C. STATEMENTS OF CASH FLOWS				
1. Beginning Cash (Cash and Equivalents plus RUS Construction Fund)				973995
CASH FLOWS FROM OPERATING ACTIVITIES				
2. Net Income				127881
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities				
3. Add: Depreciation				166145
4. Add: Amortization				
5. Other (Explain)	Decrease in interest/dividends receivable and increase in accrued taxes			412
Changes in Operating Assets and Liabilities				
6. Decrease/(Increase) in Accounts Receivable				-109232
7. Decrease/(Increase) in Materials and Inventory				5699
8. Decrease/(Increase) in Prepayments and Deferred Charges				23859
9. Decrease/(Increase) in Other Current Assets				0
10. Increase/(Decrease) in Accounts Payable				31092
11. Increase/(Decrease) in Advance Billings & Payments				0
12. Increase/(Decrease) in Other Current Liabilities				0
13. Net Cash Provided/(Used) by Operations				245856
CASH FLOWS FROM FINANCING ACTIVITIES				
14. Decrease/(Increase) in Notes Receivable				0
15. Increase/(Decrease) in Notes Payable				0
16. Increase/(Decrease) in Customer Deposits				0
17. Net Increase/(Decrease) in Long Term Debt (Including Current Maturities)				0
18. Increase/(Decrease) in Other Liabilities & Deferred Credits				-5795
19. Increase/(Decrease) in Capital Stock, Paid-in Capital, Membership and Capital Certificates & Other Capital				0
20. Less: Payment of Dividends				0
21. Less: Patronage Capital Credits Retired				
22. Other (Explain)				
23. Net Cash Provided/(Used) by Financing Activities				-5795
CASH FLOWS FROM INVESTING ACTIVITIES				
24. Net Capital Expenditures (Property, Plant & Equipment)				-124897
25. Other Long-Term Investments				0
26. Other Noncurrent Assets & Jurisdictional Differences				0
27. Other (Explain)				
28. Net Cash Provided/(Used) by Investing Activities				-124897
29. Net Increase/(Decrease) in Cash				115164
30. Ending Cash				1089159



INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

To the Board of Directors
Viola Home Telephone Company
Viola, Illinois 61486

We have compiled the accompanying balance sheets of Viola Home Telephone Company (an Illinois corporation) as of December 31, 2014 and 2013, and the related statements of income and retained earnings or margins for the years ended December 31, 2014 and 2013, and cash flows for the year ended December 31, 2014, included in the accompanying prescribed form. We have not audited or reviewed the financial statements included in the accompanying prescribed form and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with the form prescribed by the Federal Communications Commission (FCC).

Management is responsible for the preparation and fair presentation of the financial statements included in the form prescribed by the FCC and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

The financial statements included in the accompanying prescribed form are presented in accordance with the requirements of the FCC, and are not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

This report is intended solely for the information and use of the FCC, Universal Service Administrative Company and the Illinois Commerce Commission and is not intended to be and should not be used by anyone other than these specified parties.

Kiesling Associates LLP

Madison, Wisconsin
June 26, 2015